## **HUB** Zones





Historically Underutilized Business Zone Program

A set of contracting preferences on federal contracts.

The HUBZone program gives federal contract preference to businesses in certain District neighborhoods. Specific procurement preferences include:

- Set-Aside (competitive) HUBZone Contracts—reduces the pool of competing proposals if at least two qualified HUBZone businesses are expected to submit offers and the contract is expected to be at a fair market price
- Sole Source HUBZone Contracts—allows sole-sourcing on projects up to \$5 million for manufacturing and \$3 million for other industry types if it is expected that two or more HUBZone businesses will NOT submit offers
- Full and Open Competitive HUBZone Contracts—gives price preference to bids from HUBZone businesses if their offer is not 10 percent higher in cost than those of the non-HUBZone bids
- Subcontracting HUBZone Contracts—mandates that all subcontracting plans for large federal contractors include a HUBZone subcontracting goal.

## **ELIGIBILITY**

Businesses must have their principal offices located within a HUBZone, be classified as a Small Business by SBA standards, be owned by a US citizen and have at least 35% of employees reside in the HUBZone.

HUBZone Map: www.dcbiz.dc.gov



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